7237297/2023/PROG-I-INC01

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - M/s. Sri Chakra Cement Ltd., - Rehabilitation Scheme announced by Hon'ble Board for Industrial Financial and Reconstruction (BIFR) for revival of the Company - Release of power incentives for an amount of Rs.4768.62/- lakhs to M/s. Sri Chakra Cement Ltd., Guntur from out of the Industrial Incentive Budget from B.E. 2023-24 - Permission accorded - Orders -Issued.

INDUSTRIES & COMMERCE (PROG-I) DEPARTMENT

G.O.Rt.No.62 Dated:13/04/2023
Read the following:-

1. G.O.Ms.No.48, Ind. & Com. (Prog.I) Deptt., Dtd.16.7.2015.
2. G.O.Ms.No.41, Ind. & Com. (Prog.I) Deptt., Dtd.12.2.2019.
3. G.O.Ms.No.32, Ind. & Com. (P&I) Deptt., Dt.7.2.2019.
4. Letter received from the Managing Director, Sri Chakra Cement Ltd., Hyderabad, Dt.28.11.2022.
5. Govt. Memo. No. 1919169/Prog-I/A1/2022 Dt. 07/12/2022.
6. From the Director of Industries, Mangalagiri, e-file bearing Computer No. 1390879.
7. From the Director of Industries, Mangalagiri, letter.No.INC02-17025/86/2021-I&I-I DOI, Dt.24.6.2022, 11.07.2022 and 04.02.2023.
8. From the Jt. Director, O/o. D.o.I., Lr.Nos.PT 12200492 & PT12201647, Dt.28.3.2023 addressed to M/s. Sri Chakra Cements Pvt. Ltd.,

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ORDER:

In the G.O. 1st read above, Government under BIFR Scheme have issued orders granting the following concessions based on the decisions of the SIPB in its meeting held on 22.06.2015:-

i. The package of incentives sanctioned under BIFR Scheme; and
ii. Deferment of future sales tax dues for a period of seven (7) years without interest, as recommended by A.P. Industrial & Technical Consultancy (APITCO).

2. In the G.O. 2nd read above, Government have directed the Commissioner of Industries, Andhra Pradesh, Vijayawada, to pay the rebate of 25% on power bills in favour of M/s. Sri Chakra Cement Ltd., for 7 years, as agreed in the BIFR scheme from out of the Industrial Incentive Budget, though BIFR scheme envisages payment from APSPDCL.

3. The Managing Director, Sri Chakra Cement Ltd., Hyderabad in his representation 4th read above, has requested the Govt. to release sanctioned amount towards power cost reimbursement accrued to Rs.42 crores on priority basis, to help them for re-payment of old dues and meet the working capital requirement. If the incentives are not released immediately, there is a possibility of the company becoming sick again and requested the Govt. to help this core industry in Palnadu in its revival process.

(P.T.O)

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4. The Director of Industries in the references 6th to 8th read above has furnished the details of sanctioned power subsidies pending for release for an amount of Rs.4768.62/- lakhs and requested the Government to issue necessary orders to release sanctioned incentives to M/s. Sri Chakra Cement Ltd., as per G.Os. 1st, 2nd and 3rd read above.

5. Government after careful examination of the matter, hereby accord permission to the Director of Industries to release an amount of Rs.4768.62/- lakhs (Rupees Forty Seven Crores, Sixty Eight Lakhs and Sixty Two Thousand only) from the budget provision of Rs.300.00 crores made in B.E. 2023-24 under the HoA 2852-80-800-11-SH(04)- Incentives for Industrial Promotion -310/312 -Other-Grants-in-Aid as per the eligibility of the IDP applicable to the Unit, towards sanctioned power incentives to M/s. Sri Chakra Cement Ltd., on priority basis as the unit is revived under BIFR.

6. The Director of Industries, Andhra Pradesh, Mangalagiri shall take further necessary action accordingly as per the guidelines (CBRO) to be issued by the Finance Department from the provision made in BE 2023-24.

7. This order issues with the concurrence of the Finance Department vide their U.O.No.FIN01-FMU0PC(IC)/16/2023-FMU-IIEIC, Dt.11.04.2023 (Computer No.2038399).

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPL. CHIEF SECRETARY TO GOVERNMENT & CIP

To
The Director of Industries, APIIC Towers, Mangalagiri.
Copy to:
The Finance (FMU-I&I, Energy, I&C) Department.
The Industries & Commerce (P&I) Department.
The P.S. to Spl. Chief Secretary to Govt., & CIP, I&C Department.
M/s. Sri Chakra Cement Limited, Karampudi, Palnadu District.
Sf/Sc

//FORWARDED::BY ORDER//

S. Sridhalatha
SECTION OFFICER